

400 CAPITOL MALL SUITE 1700 SACRAMENTO, CA 95814-4419 916.329.4700 F: 916.441.3583

October 2, 2002

Kathryn E. Donovan Phone: 916.329.4714 kdonovan@pillsburywinthrop.com

VIA FACSIMILE

Karen Getman, Chairman Commissioners Downey, Knox and Swanson Fair Political Practices Commission 428 J Street, Suite 620 Sacramento, CA 95814

> Re: Petition to Reconsider Regulation 18531.7 - Payments for Communications to Members, Employees and Shareholders

Dear Chairman Getman and Commissioners

In my letter of September 3, 2002, I wrote in support of the petition to reconsider portions of Regulation 18531.7, which implements the provisions of Government Code section 85312. I also testified on this matter at the September 5th Commission meeting. My prior letter and testimony focused on the following issues:

The inclusion of payments made "at the behest" of a candidate in the exception established for communications to members, employees and shareholders in Government Code section 85312; and

2. The ability of an organization to use its sponsored PAC to communicate with its members, employees and shareholders, pursuant to Government Code section 85312.

I support your staff's recommendations concerning the adoption of regulatory language addressing these two issues. Thank you for your willingness to consider revisions to the proposed regulation.

October 2, 2002 Page 2

Please do not hesitate to contact me if you have any questions concerning this letter.

Very truly yours,

Kathryn E. Donovan

cc: C. Scott Tocher, Esq. Luisa Menchaca, Esq.